

BEFORE  
THE PUBLIC SERVICE COMMISSION OF  
SOUTH CAROLINA  
DOCKET NO. 2000-0058-C - ORDER NO. 2000-0458

JUNE 1, 2000

IN RE: Application of United Communications HUB,	)	
Incorporated for a Certificate of Public	)	
Convenience and Necessity to Provide Local	)	
Exchange and Intrastate Interexchange	)	ORDER
Telecommunications Services, for Alternative	)	GRANTING
Regulation of Its Interexchange	)	CERTIFICATE
Telecommunications Services and for	)	
Flexible Regulation of Its Local Exchange	)	
Service Offerings	)	

✓ DBU

This matter comes before the Public Service Commission of South Carolina (the "Commission") by way of the Application of United Communications HUB, Inc. ("United Communications HUB" or the "Company") for authority to provide local exchange and intrastate interexchange telecommunications services within the State of South Carolina. The Company requests that the Commission regulate its local telecommunications services in accordance with the principles and procedures established for flexible regulation in Order No. 98-165 in Docket No. 97-467-C. In addition, the Company requests that the Commission regulate its business services offerings identical to that granted to AT&T Communications in Order Nos. 95-1734 and 96-55 in Docket No. 95-661-C. The Application was filed pursuant to Chapter 9 of Title 58 of the South Carolina Code Annotated, and the Rules and Regulations of the Commission.

By letter, the Commission's Executive Director instructed the Company to publish, one time, a prepared Notice of Filing in newspapers of general circulation in the areas affected by the Application. The purpose of the Notice of Filing was to inform interested parties of the manner

and time in which to file the appropriate pleadings for participation in the proceedings. The Company complied with this instruction and provided the Commission with proof of publication of the Notice of Filing. A Petition to Intervene was received from the South Carolina Telephone Coalition ("SCTC") on February 4, 2000.

On April 3, 2000, counsel for SCTC filed with the Commission a Stipulation in which the Company stipulated that it would seek authority in non-rural local exchange ("LEC") service areas of South Carolina and that it would not provide any local service to any customer located in a rural incumbent's service area, unless and until United Communications HUB provided written notice of its intent prior to the date of the intended service. The Company also stipulated that it was not asking the Commission to make a finding at this time regarding whether competition is in the public interest for rural areas. United Communications HUB agreed to abide by all State and Federal laws and to participate to the extent that it may be required to do so by the Commission in support of universally available telephone service at affordable rates. The SCTC withdrew its opposition to the granting of a statewide Certificate of Public Convenience and Necessity to the Company provided the conditions contained in the Stipulation are met. The Stipulation is approved and attached as Order Exhibit 1.

A hearing was commenced on May 18, 2000, at 11:30 a.m. in the Commission's Hearing Room. The Honorable Philip Bradley, Chairman, presided. United Communications HUB was represented by Bonnie D. Shealy, Esquire. Adelaide D. Kline, Staff Counsel, represented the Commission Staff.

Larry Wilcox, President and Chief Executive Officer of United Communications HUB, Inc., appeared and testified in support of the Application. According to the record,

Mr. Wilcox has extensive experience in the telecommunications and entertainment industries and is responsible for the overall operations of the Company. He handles the hiring and firing of personnel, makes decisions about marketing and the Company's future, and negotiates all contracts. United Communications HUB is a privately-held corporation organized under the laws of the State of California on February 22, 1999. The Company seeks to operate as a reseller of local exchange and interexchange telecommunications services within the State of South Carolina. Furthermore, United Communications HUB requests that the Commission regulate its business services, consumer card, and operator service offerings in accordance with the principles and procedures established by Orders No. 95-1734 and 1996-55 in Docket No. 1995-661-C. In addition, the Company requests that the Commission allow United Communications HUB to adopt the flexible rate structure for its local exchange service offerings similar to that approved by Order No. 1998-165 in Docket No. 1997-467-C. In addition, United Communications HUB requests that the Commission waive application of 26 S.C. Code Ann. Regs. 103-610 and 103-631 (1976).

Upon receiving certification from this Commission, the Company seeks to provide local exchange and intrastate interexchange telecommunications services such as switched and dedicated access, One Plus, 800 and Travel Card services, and collocation with local exchange carriers. The record reveals United Communications HUB intends to offer resold local services to residential and business customers which are competitive with and comparable to local services offered by the incumbent LECs. The Company does not propose to offer alternative operator services to the transient public.

Mr. Wilcox testified as to the Company's technical, managerial, and financial ability to provide telecommunications services in South Carolina. The record reveals United Communications HUBS' goal is to bring services that heretofore have not been rendered, beginning with analog, to Tier 2 and Tier 3 communities in South Carolina. Mr. Wilcox testified his Company was formed to bring convergent services, voice, data, and video to end users. In addition, the record reveals United Communications HUB will only utilize underlying carriers properly certified by the South Carolina Public Service Commission. As of the date of the hearing, the Company had negotiated a \$6M agreement with Qwest to serve as its underlying carrier, and was presently negotiating an agreement with Global Crossings.

United Communications HUB's customer service office is located in Pasadena, California, and maintains a toll free number (800) 862-9970 from 6:00 a.m. until 6:00 p.m. Monday - Friday, Pacific Time. On weekends, customer service calls are answered by a machine that refers the messages on Monday mornings to the customer service representatives. In the case of emergencies, the consumer services staff can be paged. Karen Sharbrough is the Company's customer service and regulatory contact person; she is located at the Company's headquarters in Pasadena, California.

Mr. Wilcox testified United Communications HUB intends to offer an integrated system that will utilize open architecture that allows the end user to have a "Smart Home." He defined that concept as customers (agents and wholesalers) being able to view their bills on the Internet. Mr. Wilcox further stated United Communications HUB has written all of its own software tools. Additionally, he testified his Company is putting a variety of software tools into place so it can

provide, now and in the future, high technology services. For example, Mr. Wilcox stated its software will interface with AS 400 computers.

United Communications HUB's billing will be performed by a third-party contract billing firm. United Communications HUB's name and address will appear on the bill, along with a toll free telephone number, and a fax number, for customer service inquiries. Karen Sharbrough is also in charge of the Company's billing which is done in real time on the computer. Mr. Wilcox stated all customer service representatives log on in real time and have the capability to pull up records in real time to resolve customer disputes.

According to Mr. Wilcox, the Company's managerial staff remains the same as listed in the original Application, has extensive experience, a combined total of several hundred years background in the telecommunications industry. In addition to Mr. Wilcox who is Director, Chairman, and Chief Executive Officer, the management team also includes Mike Sharbrough (Executive Vice-President) who handles all operations; who had some twenty years with Pacific Bell. Mr. Wilcox stated Karen Sharbrough previously managed Pacific Bell's customer service area, wrote policies and procedures and training manuals. Mr. Wilcox testified other senior management team members are as follows: Bill Thompson who has approximately twenty years in the telecommunications industry and who specifically handles CLEC applications; Michelle Penny who has an engineering background, handles collocation agreements; Chuck Eckenberg (Vice President-Marketing and Sales) who has over twenty-five years experience in executive positions in the telecommunications industry; and Ed Bowles (Vice President and Manager) who has thirty-eight years of experience in application software development and he wrote all of the software for billing and customer detail record interface in real time on the Internet.

Regarding the Company's financial ability to offer its services in South Carolina, the testimony reveals United Communications HUB possesses the necessary financial qualifications to provide the services for which it seeks authority. The company's financial statements were submitted with United Communications HUB's Application to demonstrate its financial resources. Mr. Wilcox acknowledged that United Communications HUB has raised \$4M in private placement memorandum; the second round will be \$5M; the third round will be \$60M; and the fourth round will be \$226M. He also stated he expects there might be an initial price offering (IPO) in United Communications HUB's future. Mr. Wilcox is the financial and regulatory contact person for the Company. The financial statements indicate a stable company. Mr. Wilcox further stated United Communications HUB is currently certified and offering local and long distance services in twenty-seven states, including recent authority to provide local services in North Carolina and Utah.

As to the Company's marketing plans, Mr. Wilcox testified the Company will use a combination approach to market its services throughout South Carolina communities. In addition to utilizing local media such as radio, television, and newspapers, the Company will do direct mail campaigns with stuffers, and brochures, with letters of Authorization attached. Mr. Wilcox testified his Company uses third party verification to ensure no slamming occurs with its customers. The record reveals United Telecommunications HUB plans to hire and train agents and reseller representatives in the local communities. He said the Company does not intend at this time to use scripts or engage in the practice of telemarketing to sell its telecommunications services; that it will submit telemarketing scripts to the Commission for approval if it does decide to do telemarketing in the future.

Mr. Wilcox testified that United Communications HUB had been an agent in South Carolina with TeleHub, previously an underlying carrier here before it went out of business, and had served some South Carolina customers. He further stated the Company has continued to serve fifteen of those customers in the state as a result of that contract but has not sought any new business in South Carolina. He stated United Communications HUB has received \$2,506.74 in revenues from South Carolina customers. Ms. Shealy, local counsel for United Communications HUB, made a Motion that the Commission consider the circumstances of the TeleHub demise and, in this instance, waive any refund requirements.

In addition, the Company requested that the Commission waive application of 26 S.C. Code Ann. Regs. 103-610 and 103-631 (1976 and Supp. 1999). More specifically, United Communications HUB requests permission for its records required by the Public Service Commission rules or necessary for the administration thereof, to be physically kept in Pasadena, California. In addition, the Company seeks to contract with the appropriate incumbent local exchange carrier (ILEC) for the ILEC to provide United Communications HUB with directory listings as well as to undertake the distribution of directories.

After full consideration of the applicable law, the Company's Application, and the evidence presented at the hearing, the Commission hereby issues its findings of fact and conclusions of law:

#### **FINDINGS OF FACT**

1. United Communications HUB is organized as a corporation under the laws of the State of California and is authorized to do business as a foreign corporation in the State of South Carolina by the Secretary of State.

2. United Communications HUB is a provider of local exchange and interexchange telecommunications services and wishes to provide its services in South Carolina.

3. United Communications HUB has the managerial, technical, and financial resources to provide the services as described in its Application.

4. The Commission finds that United Communications HUB's "provision of service will not adversely impact the availability of affordable local exchange service." S.C. Code Ann. Section 58-9-280 (B)(3) (Supp. 1999).

5. The Commission finds that United Communications HUB will support universally available telephone service at affordable rates.

6. The Commission finds that United Communications HUB will provide services which will meet the service standards of the Commission.

7. The Commission finds that the provision of local exchange service by United Communications HUB "does not otherwise adversely impact the public interest." S.C. Code Ann. Section 58-9-280 (B)(5) (Supp. 1999).

#### **CONCLUSIONS OF LAW**

1. Based on the above findings of fact, the Commission determines that a Certificate of Public Convenience and Necessity should be granted to United Communications HUB to provide competitive intrastate non-rural local exchange service in South Carolina. The terms of the Stipulation between United Communications HUB and SCTC are approved, and adopted as a part of this Order. Any proposal to provide such service to rural service areas is subject to the terms of the Stipulation. In addition, United Communications HUB is granted authority to provide intrastate interLATA service and to originate and terminate toll traffic within the same



LATA, as set forth herein, through its own facilities and through the resale of intrastate Wide Area Telecommunications Services (WATS), Message Telecommunications Service (MTS), directory assistance, travel card service or any other services authorized for resale by tariffs of carriers approved by the Commission.

2. United Communications HUB shall file, prior to offering local exchange services in South Carolina, its final tariff of its local service offerings conforming to all matters discussed with Staff and comporting with South Carolina law in all matters. United Communications HUB's local telecommunications services shall be regulated in accordance with the principles and procedures established for flexible regulation first granted to NewSouth Communications by Order No. 98-165 in Docket No. 97-467-C. Specifically, the Commission adopts for United Communications HUB's competitive intrastate local exchange services a rate structure incorporating maximum rate levels with the flexibility for adjustment below the maximum rate levels that will have been previously approved by the Commission. Further, United Communications HUB's local exchange service tariff filings are presumed valid upon filing, subject to the Commission's right within thirty (30) days to institute an investigation of the tariff filing, in which case the tariff filing would be suspended pending further Order of the Commission. Further, any such tariff filings will be subject to the same monitoring process as similarly situated competitive local exchange carriers.

3. The Commission adopts a rate design for the long distance services of United Communications HUB which are consistent with the principles and procedures established for alternative regulation of business service offerings set out in Order Nos. 95-1734 and 96-55 in Docket No. 95-661-C.

Under the Commission approved alternative regulation, the business service offerings of United Communications HUB including consumer card services, and operator services, are subject to a relaxed regulatory scheme identical to that granted to AT&T Communications in Order Nos. 95-1734 and 96-55 in Docket No. 95-661-C. Under this relaxed regulatory scheme, tariff filings for business services shall be presumed valid upon filing. The Commission will have seven (7) days in which to institute an investigation of any tariff filing. If the Commission institutes an investigation of a particular tariff filing within the seven days, the tariff filing will then be suspended until further Order of the Commission. Any relaxation in the future reporting requirements that may be adopted for AT&T shall apply to United Communications HUB also.

4. With regard to the residential interexchange service offerings of United Communications HUB, the Commission adopts a rate design which includes only maximum rate levels for each tariff charge. A rate structure incorporating maximum rate levels has been previously adopted by the Commission. In Re: Application of GTE Sprint Communications Corporation, etc., Order No. 84-622, issued in Docket No. 84-10-C (August 2, 1984).

5. United Communications HUB shall not adjust its residential interexchange rates below the approved maximum level without notice to the Commission and to the public. United Communications HUB shall file its proposed rate changes, publish its notice of such changes, and file affidavits of publication with the Commission two weeks prior to the effective date of the changes. However, the public notice requirement is waived, and therefore not required, for reductions below the maximum cap in instances which do not affect the general body of subscribers or do not constitute a general rate reduction. In Re: Application of GTE Sprint

Communications, etc., Order No. 93-638, issued in Docket No. 84-10-C (July 16, 1993). Any proposed increase in the maximum rate level for residential interexchange services reflected in the tariff which would be applicable to the general body of the Company's subscribers shall constitute a general ratemaking proceeding and will be treated in accordance with the notice and hearing provisions of S.C. Code Ann. §58-9-540 (Supp. 1999).

6. If it has not already done so by the date of issuance of this Order, United Communications HUB shall file its revised maximum long distance tariff and an accompanying price list within thirty (30) days of receipt of this Order. The revised tariff shall be consistent with the findings of this Order and shall be consistent with the Commission's Rules and Regulations.

7. United Communications HUB is subject to access charges pursuant to Commission Order No. 86-584 in which the Commission determined that for access purposes resellers should be treated similarly to facilities-based interexchange carriers.

8. With regard to the Company's resale interexchange service, an end-user should be able to access another interexchange carrier or operator service provider if the end-user so desires.

9. United Communications HUB shall resell the services of only those interexchange carriers or LECs authorized to do business in South Carolina by this Commission. If United Communications HUB changes underlying carriers, it shall notify the Commission in writing.

10. With regard to the origination and termination of toll calls within the same LATA, United Communications HUB shall comply with the terms of Order No. 93-462, Order

Approving Stipulation and Agreement, in Docket Nos. 92-182-C, 92-183-C, and 92-200-C (June 3, 1993), with the exception of the 10-XXX intraLATA dialing requirement, which has been rendered obsolete by the toll dialing parity rules established by the Federal Communications Commission, pursuant to the Telecommunications Act of 1996 (See, 47 CFR 51.209).

11. United Communications HUB shall file surveillance reports on a calendar or fiscal year basis with the Commission as required by Order No. 88-178 in Docket No. 87-483-C. The proper form for these reports is two pages indicated as Attachment A. Be advised that the Commission's annual report for telecommunications companies requires the filing of intrastate revenues and intrastate expenses.

12. In addition, United Communications HUB is required to file annual report information for competitive local exchange carriers, a four page report attached hereto as Attachment B

13. The Company shall, in compliance with Commission regulations, designate and maintain an authorized utility representative who is prepared to discuss, on a regulatory level, customer relations (complaint) matters, engineering operations, tests and repairs. In addition, the Company shall provide to the Commission in writing the name of the authorized representative to be contacted in connection with general management duties as well as emergencies which occur during non-office hours.

United Communications HUB shall file the names, addresses and telephone numbers of these representatives with the Commission within thirty (30) days of receipt of this Order. Attachment C shall be utilized for the provision of this information to the Commission.

Further, the Company shall promptly notify the Commission in writing if the representatives are replaced.

14. United Communications HUB shall conduct its business in compliance with Commission decisions and Orders, both past and future, including but not limited to, any and all Commission decisions which may be rendered in Docket No. 96-018-C regarding local competition.

15. By its Application, United Communications HUB Office requested a waiver of 26 S.C. Code Ann. Regs. 103-610 and 103-631 (1976 and Supp. 1999). The Company requests a waiver of 26 S.C. Code Ann. Regs. 103-610 (1976) so it may maintain its records required by the Public Service Commission rules or necessary for the administration thereof, to be kept in Pasadena, California. The Company also requests a waiver 26 S.C. Code Ann. Regs. 103-631 (Supp. 1999) so that the Company may contract with the ILECs to provide its customers with directory listings as well as to undertake the distribution of directories. We grant a waiver of the application of 26 S.C. Code Ann. Regs. 103-610 and 103-631 (1976 and Supp. 1999) to the Company. However, United Communications HUB is directed to comply with all Rules and Regulations of the Commission, unless a regulation is specifically waived by the Commission.

16. As to the matter of the Company's receipt of \$2,506.74 in unauthorized revenues from approximately fifteen customers in South Carolina before receiving its certification, the Commission takes into consideration the circumstances surrounding United Communications HUB's contract relationship as an agent for TeleHub (operating lawfully in South Carolina at the time but now out of business) and grants the Motion to waive any refund requirements.

17. Title 23, Chapter 47, South Carolina Code of Laws Ann., governs the establishment and implementation of a "Public Safety Communications Center," which is more commonly known as a "911 system" or "911 service." Services available through a 911 system include law enforcement, fire, and emergency medical services. In recognition of the necessity of quality 911 services being provided to the citizens of South Carolina, the Commission hereby instructs United Communications HUB to contact the appropriate authorities regarding 911 service in the counties and cities where the Company will be operating. Contact with the appropriate authorities is to be made before beginning telephone service in South Carolina. Accompanying this Order is an information packet from the South Carolina Chapter of the National Emergency Number Association ("SC NENA") with contact information and sample forms. The Company may also obtain information by contacting the E911 Coordinator at the Office of Information Resources of the South Carolina Budget and Control Board. By this Order and prior to providing services within South Carolina, United Communications HUB shall contact the 911 Coordinator in each county, as well as the 911 Coordinator in each city where the city has its own 911 system, and shall provide information regarding the Company's operations as required by the 911 system.

18. United Communications HUB shall file annual financial information in the form of annual reports and gross receipts reports as required by the Commission. The annual report and the gross receipt report will necessitate the filing of intrastate information. Therefore, United Communications HUB shall keep financial records on an intrastate basis for South Carolina to comply with the annual report and gross receipts filings.

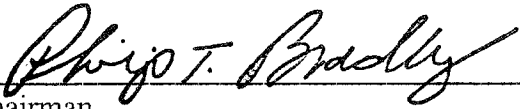
JUNE 1, 2000

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19. This Order shall remain in full force and effect until further Order of the Commission.

BY ORDER OF THE COMMISSION:

  
Chairman

ATTEST:

  
Executive Director

(SEAL)

BEFORE  
THE PUBLIC SERVICE COMMISSION  
OF  
SOUTH CAROLINA

Docket No. 2000-0058-C

Re: Application of United Communications HUB, )  
Inc. for a Certificate of Public Convenience and )  
Necessity to Provide Intrastate Non-Facilities- )  
Based Local Exchange and Interexchange )  
Telecommunications Services in the State )  
of South Carolina )

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**STIPULATION**

The South Carolina Telephone Coalition ("SCTC") (see attachment "A" for list of companies) and United Communications HUB, Inc. ("United Communications") hereby enter into the following stipulations. As a consequence of these stipulations and conditions, SCTC does not oppose United Communications' Application. SCTC and United Communications stipulate and agree as follows:

1. SCTC does not oppose the granting of a statewide Certificate of Public Convenience and Necessity to United Communications, provided the South Carolina Public Service Commission ("Commission") makes the necessary findings to justify granting of such a certificate, and provided the conditions contained within this stipulation are met.

2. United Communications stipulates and agrees that any Certificate which may be granted will authorize United Communications to provide service only to customers located in non-rural local exchange company ("LEC") service areas of South Carolina, except as provided herein.

3. United Communications stipulates that it is not asking the Commission to make a finding at this time regarding whether competition is in the public interest for rural areas.



4. United Communications stipulates and agrees that it will not provide any local service, by its own facilities or otherwise, to any customer located in a rural incumbent LEC's service area, unless and until United Communications provides such rural incumbent LEC and the Commission with written notice of its intent to do so at least thirty (30) days prior to the date of the intended service. During such notice period, the rural incumbent LEC will have the opportunity to petition the Commission to exercise all rights afforded it under Federal and State law. Also, United Communications acknowledges that the Commission may suspend the intended date for service in rural LEC territory for ninety (90) days while the Commission conducts any proceeding incident to the Petition or upon the Commission's own Motion, provided that the Commission can further suspend the implementation date upon showing of good cause.

5. United Communications stipulates and agrees that, if United Communications gives notice that it intends to serve a customer located in a rural incumbent LEC's service area, and either (a) the Commission receives a Petition from the rural incumbent LEC to exercise its rights under Federal or State law within such 30-day period, or (b) the Commission institutes a proceeding of its own, then United Communications will not provide service to any customer located within the service area in question without prior and further Commission approval.

6. United Communications acknowledges that any right which it may have or acquire to serve a rural telephone company service area in South Carolina is subject to the conditions contained herein, and to any future policies, procedures, and guidelines relevant to such proposed service which the Commission may implement, so long as such policies, procedures, and guidelines do not conflict with Federal or State law.

7. The parties stipulate and agree that all rights under Federal and State law are reserved to the rural incumbent LECs and United Communications, and this Stipulation in no way

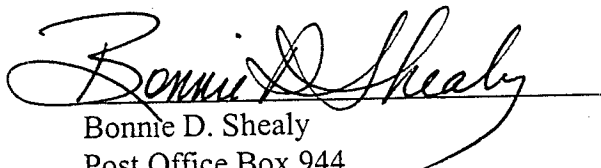
suspends or adversely affects such rights, including any exemptions, suspensions, or modifications to which they may be entitled.

8. United Communications agrees to abide by all State and Federal laws and to participate, to the extent it may be required to do so by the Commission, in the support of universally available telephone service at affordable rates.

9. United Communications hereby amends its application and its pre-filed testimony in this docket to the extent necessary to conform with this Stipulation.

AGREED AND STIPULATED to this 21<sup>st</sup> day of March, 2000.

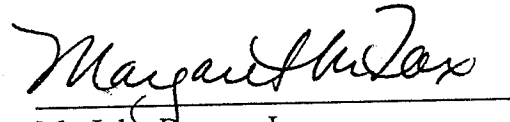
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(803) 799-9800

Attorneys for the South Carolina  
Telephone Coalition

## ATTACHMENT A

### South Carolina Telephone Coalition Member Companies for Purposes of Local Service Stipulation

ALLTEL South Carolina, Inc.  
Bluffton Telephone Company, Inc.  
Chesnee Telephone Company  
Chester Telephone Company  
Farmers Telephone Cooperative, Inc.  
Ft. Mill Telephone Company  
Hargray Telephone Company, Inc.  
Heath Springs Telephone Company Inc.  
Home Telephone Company, Inc.  
Lancaster Telephone Company  
Lockhart Telephone Company  
McClellanville Telephone Company  
Norway Telephone Company  
Palmetto Rural Telephone Cooperative, Inc.  
Piedmont Rural Telephone Cooperative, Inc.  
Pond Branch Telephone Company  
Ridgeway Telephone Company  
Rock Hill Telephone Company  
Sandhill Telephone Cooperative, Inc.  
St. Stephen Telephone Company  
West Carolina Rural Telephone Cooperative, Inc.  
Williston Telephone Company

**ANNUAL INFORMATION ON SOUTH CAROLINA OPERATIONS  
FOR INTEREXCHANGE COMPANIES AND AOS'**

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<b>COMPANY NAME</b>	<b>FEIN</b>
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<b>ADDRESS</b>	<b>PHONE NUMBER</b>
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<b>CITY, STATE, ZIP CODE</b>	<b>FAX NUMBER</b>
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1. **SOUTH CAROLINA OPERATING REVENUES FOR THE 12 MONTHS ENDING  
DECEMBER 31, 2000 OR FISCAL YEAR. \$** \_\_\_\_\_
2. **SOUTH CAROLINA OPERATING EXPENSES FOR THE 12 MONTHS ENDING  
DECEMBER 31, 2000 OR FISCAL YEAR. \$** \_\_\_\_\_
3. **RATE BASE INVESTMENT IN SOUTH CAROLINA OPERATIONS FOR THE 12 MONTHS  
ENDING DECEMBER 31, 2000 OR FISCAL YEAR:**

**Gross Plant in located or allocated to South Carolina operations \$** \_\_\_\_\_

**CWIP located in or allocated to South Carolina operations \$** \_\_\_\_\_

**Land located in or allocated to South Carolina operations \$** \_\_\_\_\_

**Accumulated Depreciation of South Carolina Plant (\$** \_\_\_\_\_ **)**

**Net Rate Base located in or allocated to South Carolina operations \$** \_\_\_\_\_

4. **PARENT'S CAPITAL STRUCTURE FOR THE 12 MONTHS ENDING  
DECEMBER 31, 2000 OR FISCAL YEAR:**

**LONG TERM DEBT \$** \_\_\_\_\_

**EQUITY \$** \_\_\_\_\_

5. **PARENT'S AVERAGE RATE OF INTEREST ON LONG TERM DEBT** \_\_\_\_\_ **%.**

6. **CONTACT PERSON FOR ALL FINANCIAL INQUIRES AND REPORTING:**

**NAME** \_\_\_\_\_

**ADDRESS IF DIFFERENT FROM COMPANY** \_\_\_\_\_

**TELEPHONE NUMBER** \_\_\_\_\_

**ANNUAL INFORMATION ON SOUTH CAROLINA OPERATIONS**

**FOR INTEREXCHANGE COMPANIES AND AOS'**

7. ALL DETAILS ON THE ALLOCATION METHOD USED TO DETERMINE THE AMOUNT OF EXPENSES ALLOCATED TO SOUTH CAROLINA OPERATIONS AS WELL AS METHOD OF ALLOCATION OF COMPANY'S RATE BASE INVESTMENT (SEE #3 ABOVE)(USE BACK IF NEEDED).

**NAME OF OFFICER SIGNING FORM (PRINT OR TYPE)** \_\_\_\_\_

**SIGNATURE** \_\_\_\_\_

**TITLE** \_\_\_\_\_

**COMPETITIVE LOCAL EXCHANGE CARRIERS**

Company Name: \_\_\_\_\_

**Income Statement  
12/31/2000/or Fiscal Year**

<b>Particulars</b>	<b>Current Year-Total Company</b>	<b>Last Year-Total Company</b>	<b>SC Intrastate-Current Year</b>
<b>Revenues</b>			
<b>Operating Revenues</b>			
<b>Operating Expenses</b>			
<b>Access and Billing Expenses and Expenses Related to Resale</b>			
<b>Other Local Interconnection Expenses</b>			
<b>Leases Facilities from Other Carriers</b>			
<b>Communications System Operations</b>			
<b>Sales and Marketing</b>			
<b>Administration and General</b>			
<b>Depreciation and Amortization</b>			
<b>Other</b>			
<b>Total Operating Expenses</b>			
<b>Net Operating Income</b>			
<b>Other Income and Expenses</b>			
<b>Nonoperating Income and Expenses (Net)</b>			
<b>Nonoperating Taxes</b>			
<b>Interest</b>			
<b>Extraordinary Items</b>			
<b>Total Other Income and Expenses (Net)</b>			
<b>Net Income</b>			

<b>Number of South Carolina Access Lines</b>	
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**COMPETITIVE LOCAL EXCHANGE CARRIERS**

Company Name: \_\_\_\_\_

Balance Sheet-Total Company  
December 31, 2000/or Fiscal Year Ending

<u>Particulars</u>	Balance at Beginning of Year	Balance at Ending of Year
<b><u>Current Assets</u></b>		
Cash and Cash Equivalents		
Accounts Receivable-Telecommunications		
Accounts Receivable-Other		
Notes Receivable		
Other Receivables		
Materials and Supplies		
Prepays		
Other Current Assets		
Total Current Assets		
<b><u>Noncurrent Assets</u></b>		
Investments		
Other Noncurrent		
Deferred Charges		
Total Noncurrent Assets		
<b><u>Plant Assets</u></b>		
Telecommunications Plant in Service		
Accumulated Depreciation		
Net Telecommunications Plant in Service		
Other Plant Assets (Net of Depreciation)		
Construction Work in Progress		
Total Plant		
Total Assets		

**COMPETITIVE LOCAL EXCHANGE ANNUAL REPORT**

Company Name: \_\_\_\_\_

Balance Sheet-Total Company  
December 31, 2000/or Fiscal Year Ending

Particulars	Balance at Beginning of Year	Balance at Ending of Year
<b>Current Liabilities</b>		
Accounts Payable		
Advanced Billings and Payments		
Customer Deposits		
Long Term Debt-Current Maturities		
Accrued Liabilities		
Other Current Liabilities		
Total Current Liabilities		
<b>LongTerm Debt</b>		
Long Term Debt		
Obligations Under Capital Leases		
Advances From Affiliated Companies		
Other Long Term Debt		
Total Long Term Debt		
<b>Stockholders Equity</b>		
Capital Stock		
Additional Paid in Capital		
Retained Earnings		
Total Stockholders Equity		
Total Liabilities and Stockholders Equity		



**ANNUAL REPORT FOR COMPETITIVE LOCAL EXCHANGE CARRIERS**

**COMPANY NAME:** \_\_\_\_\_

**ADDRESS:** \_\_\_\_\_

**CITY:** \_\_\_\_\_ **STATE:** \_\_\_\_\_ **ZIP:** \_\_\_\_\_

**PHONE NUMBER:** \_\_\_\_\_ **FAX NUMBER:** \_\_\_\_\_

**\*\*If any of this information changes, the Commission is to be notified at once\*\***

**OFFICERS: PRESIDENT:** \_\_\_\_\_

**VICE PRESIDENT:** \_\_\_\_\_

**TREASURER:** \_\_\_\_\_

**CONTACT PERSON FOR FINANCIAL AND REGULATORY INFORMATION:**

**NAME:** \_\_\_\_\_

**(PLEASE PRINT OR TYPE)**

**CONTACT'S PHONE:** \_\_\_\_\_

**\*\*If this person changes, you must notify the Commission immediately\*\***